

[6450-01-P]

DEPARTMENT OF ENERGY

[FE Docket No. 17-105-LNG]

Fourchon LNG LLC; Application for Long-Term, Multi-Contract Authorization to Export Liquefied Natural Gas to Non-Free Trade Agreement Nations

AGENCY: Office of Fossil Energy, DOE.

ACTION: Notice of application.

SUMMARY: The Office of Fossil Energy (FE) of the Department of Energy (DOE) gives notice of receipt of an application (Application), filed on August 17, 2017, by Fourchon LNG LLC (Fourchon LNG), requesting long-term, multi-contract authorization to export domestically produced liquefied natural gas (LNG) in a volume equivalent to 260 billion cubic feet (Bcf) per year. Fourchon LNG seeks authorization to export this LNG from a proposed natural gas liquefaction facility to be located on Port Fourchon at Belle Pass in Lafourche Parish, Louisiana (Facility). Fourthon LNG proposes to site, construct, own, and operate this Facility with a peak capacity of approximately five million tonnes per annum (mtpa). The Facility will be developed in phases, with the first phase expected to have a capacity of two mtpa, to be followed by the remaining LNG trains as demand develops, each of which will have a capacity of 0.5 mtpa. Fourchon LNG requests authorization to export this LNG to countries with which trade is not prohibited by U.S. law or policy, including both countries with which the United States has entered into a free trade agreement (FTA) requiring national treatment for trade in natural gas (FTA countries) and all other countries (non-FTA countries). Fourchon LNG requests the non-FTA authorization for a term of 20 years, to commence on the date of first export following the commencement of operations or seven years from the date of a final order granting export authorization, whichever is first. Fourchon LNG is requesting this authorization on its own behalf

and as agent for other entities who hold title to the natural gas at the time of export. Fourchon LNG filed the Application under section 3 of the Natural Gas Act (NGA). Additional details can be found in Fourchon LNG's Application, posted on the DOE/FE website at https://www.energy.gov/fe/downloads/fourchon-lng-llc-fe-dkt-no-17-105-lng.

Protests, motions to intervene, notices of intervention, and written comments are invited.

DATES: Protests, motions to intervene or notices of intervention, as applicable, requests for additional procedures, and written comments are to be filed using procedures detailed in the **Public Comment Procedures** section no later than 4:30 p.m., Eastern time, [INSERT DATE 60 DAYS AFTER DATE OF PUBLICATION IN THE FEDERAL REGISTER].

ADDRESSES:

Electronic Filing by email:

fergas@hq.doe.gov

Regular Mail

U.S. Department of Energy (FE-34) Office of Regulation and International Engagement Office of Fossil Energy P.O. Box 44375 Washington, DC 20026-4375

Hand Delivery or Private Delivery Services (e.g., FedEx, UPS, etc.)

U.S. Department of Energy (FE-34)
Office of Regulation and International Engagement
Office of Fossil Energy
Forrestal Building, Room 3E-042
1000 Independence Avenue, SW.,
Washington, DC 20585

FOR FURTHER INFORMATION CONTACT:

Beverly Howard or Larine Moore U.S. Department of Energy (FE-34) Office of Regulation and International Engagement Office of Fossil Energy Forrestal Building, Room 3E-042 1000 Independence Avenue, SW., Washington, DC 20585 (202) 586-9387; (202) 586-9478

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SUPPLEMENTARY INFORMATION:

DOE/FE Evaluation

In the Application, Fourchon LNG requests authorization to export LNG from the proposed Facility to both FTA countries and non-FTA countries. This Notice applies only to the portion of the Application requesting authority to export LNG to non-FTA countries pursuant to section 3(a) of the NGA, 15 U.S.C. § 717b(a). DOE separately will review the portion of the Application requesting authority to export LNG to FTA countries pursuant to section 3(c) of the NGA, 15 U.S.C. § 717b(c).

In reviewing Fourchon LNG's request for a non-FTA export authorization, DOE will consider any issues required by law or policy. DOE will consider domestic need for the natural gas, as well as any other issues determined to be appropriate, including whether the arrangement is consistent with DOE's policy of promoting competition in the marketplace by allowing commercial parties to freely negotiate their own trade arrangements. As part of this analysis, DOE will consider the following two studies examining the cumulative impacts of exporting domestically produced LNG:

3

- Effect of Increased Levels of Liquefied Natural Gas on U.S. Energy Markets, conducted by the U.S. Energy Information Administration upon DOE's request (2014 EIA LNG Export Study); 1 and
- The Macroeconomic Impact of Increasing U.S. LNG Exports, conducted jointly by the Center for Energy Studies at Rice University's Baker Institute for Public Policy and Oxford Economics, on behalf of DOE (2015 LNG Export Study).²

Additionally, DOE will consider the following environmental documents:

- Addendum to Environmental Review Documents Concerning Exports of Natural Gas From the United States, 79 FR 48132 (Aug. 15, 2014);³ and
- Life Cycle Greenhouse Gas Perspective on Exporting Liquefied Natural Gas from the United States, 79 FR 32260 (June 4, 2014).⁴

Parties that may oppose this Application should address these issues and documents in their comments and/or protests, as well as other issues deemed relevant to the non-FTA portion of the Application.

The National Environmental Policy Act (NEPA), 42 U.S.C. § 4321 *et seq.*, requires DOE to give appropriate consideration to the environmental effects of its proposed decisions. No final decision will be issued in this proceeding until DOE has met its environmental responsibilities.

Public Comment Procedures

In response to this Notice, any person may file a protest, comments, or a motion to intervene or notice of intervention, as applicable, regarding the non-FTA export portion of the Application. Interested persons will be provided 60 days from the date of publication of this Notice in which to submit comments, protests, motions to intervene, notices of intervention.

¹ The 2014 EIA LNG Export Study, published on Oct. 29, 2014, is available at: https://www.eia.gov/analysis/requests/fe/.

² The 2015 LNG Export Study, dated Oct. 29, 2015, is available at: http://energy.gov/sites/prod/files/2015/12/f27/20151113_macro_impact_of_lng_exports 0.pdf.

³ The Addendum and related documents are available at: https://energy.gov/fe/addendum-environmental-review-documents-concerning-exports-natural-gas-united-states.

⁴ The Life Cycle Greenhouse Gas Report is available at: http://energy.gov/fe/life-cycle-greenhouse-gas-perspective-exporting-liquefied-natural-gas-united-states.

Any person wishing to become a party to the proceeding must file a motion to intervene or notice of intervention. The filing of comments or a protest with respect to the Application will not serve to make the commenter or protestant a party to the proceeding, although protests and comments received from persons who are not parties will be considered in determining the appropriate action to be taken on the Application. All protests, comments, motions to intervene, or notices of intervention must meet the requirements specified by the regulations in 10 CFR Part 590.

Filings may be submitted using one of the following methods: (1) e-mailing the filing to fergas@hq.doe.gov, with FE Docket No. 17-105-LNG in the title line; (2) mailing an original and three paper copies of the filing to the Office of Regulation and International Engagement at the address listed in ADDRESSES; or (3) hand delivering an original and three paper copies of the filing to the Office of Regulation and International Engagement at the address listed in ADDRESSES. All filings must include a reference to FE Docket No. 17-105-LNG. PLEASE NOTE: If submitting a filing via email, please include all related documents and attachments (e.g., exhibits) in the original email correspondence. Please do not include any active hyperlinks or password protection in any of the documents or attachments related to the filing. All electronic filings submitted to DOE must follow these guidelines to ensure that all documents are filed in a timely manner. Any hardcopy filing submitted greater in length than 50 pages must also include, at the time of the filing, a digital copy on disk of the entire submission.

A decisional record on the Application will be developed through responses to this Notice by parties, including the parties' written comments and replies thereto. Additional procedures will be used as necessary to achieve a complete understanding of the facts and issues. If an additional procedure is scheduled, notice will be provided to all parties. If no party requests additional

procedures, a final Opinion and Order may be issued based on the official record, including the

Application and responses filed by parties pursuant to this Notice, in accordance with 10 CFR

590.316.

The Application is available for inspection and copying in the Office of Regulation and

International Engagement docket room, Room 3E-042, 1000 Independence Avenue, SW,

Washington, DC 20585. The docket room is open between the hours of 8:00 a.m. and 4:30 p.m.,

Monday through Friday, except Federal holidays. The Application and any filed protests, motions

to intervene or notice of interventions, and comments will also be available electronically by going

to the following DOE/FE Web address: http://www.fe.doe.gov/programs/gasregulation/index.html.

Issued in Washington, D.C., on October 18, 2017.

John A. Anderson

Director, Office of Regulation and International Engagement

Office of Oil and Natural Gas

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6